



THE STATE
of **ALASKA**
GOVERNOR BILL WALKER

Department of Natural Resources

COMMISSIONER'S OFFICE

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**ALASKA DEPARTMENT OF NATURAL RESOURCES
NOTICE OF FINAL FINDINGS AND DETERMINATION
FOR NUNA DEVELOPMENT ROYALTY
MODIFICATION APPLICATION
January 20, 2015**

The Department of Natural Resources (DNR), Office of the Commissioner, gives notice under AS 38.05.180(j)(11) that it has issued the Final Findings and Determination for royalty modification on the five leases for Caelus's Proposed Nuna Development Project: ADLs 355038, 355039, 390434, 390697, and 392158. Caelus's application was filed on July 1, 2014; DNR published its Preliminary Findings and Determination on November 12, 2014.

DNR invited the public to comment on the preliminary decision for 30 days ending December 12, 2014. On December 2, 2014, DNR presented its preliminary findings to the Legislative Budget & Audit Committee of the Alaska State Legislature (Attachment 1). The Commissioner publishes this Final Findings and Determination after taking into consideration comments received during the public comment period. The Commissioner attaches a summary of the public comments with responses to this Final Findings and Determination (Attachment 2). In accordance with AS 38.05.180(j)(11)(D), and with the Applicant's consent, DNR will amend the applicant's lease(s) or unitization agreement(s) consistent with this Final Findings and Determination. Pursuant to AS 38.05.180(j)(11)(B), the Commissioner's Final Findings and Determination regarding a royalty reduction is final and not appealable to the court.

Copies of the Final Findings and Determination are also available by writing to the Division of Oil and Gas Commercial Section at the address below. The Department charges a photocopy fee of \$.25 per sheet per 11 AAC 05.010(a)(16)(C).

Alaska Department of Natural Resources
Division of Oil & Gas
Attention: Alex Nouvakhov
550 W. 7th Ave., Suite 1100
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Individuals or groups of people with disabilities, who require special accommodations, auxiliary aids or services, or alternative communication formats, please contact Diane Hunt at (907) 269-8786, or TDD (907) 269-8411 (5 days before end of comment period).

This notice also appears on the State of Alaska website at <http://dnr.alaska.gov/commis/pic/pubnotfrm.htm>

Marty Rutherford
Acting Commissioner
Alaska Department of Natural Resources